

OGC HAS REVIEWED.

Approved For Release 2003/04/17 : CIA-RDP80-01240A000400100013-4

Chief, Regulations Control Staff

14 FEB 1955

Deputy Comptroller

Rescission - Section 13.4 Confidential Funds Regulation

1. This Office recently addressed a memorandum to the Director of Central Intelligence furnishing a brief resume of the circumstances relative to the establishment of the reserve fund authorized by the subject regulation. The last paragraph of the memorandum reads as follows:

"Attached for your signature is a memorandum referring to the establishment of the reserve fund and authorizing the Comptroller, at his discretion and when he deems appropriate, to remit the balance of the accountability or reserve account, to the U. S. Treasury Department. Section 13.4 of the Confidential Funds Regulations will be rescinded based upon your authorization to the Comptroller in this connection."

2. The Director of Central Intelligence has approved remitting the balance in the reserve account to the Department of the Treasury. A copy of the memorandum from the Director of Central Intelligence to the Comptroller dated 2 February 1955 is attached.

3. The subject regulation may accordingly be rescinded.

25X1A9A

Attachments (Original Only)

Copy of memo of DCI dated 2 Feb 55
RCS File - Part XIII Fiscal Policy

TAS/ELM:jh (11 Feb 55)

Distribution:

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DOC	9	REV DATE	07/04/81	BY	
ORIG COMP		GPI	28	TYPE	01
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ER-6-4055

FEB 2 1955

MEMORANDUM FOR: Comptroller

SUBJECT : Section 13.4 Confidential Funds Regulations

1. The subject regulation was issued 19 July 1950 authorizing the establishment of a reserve fund representing the net assets consisting primarily of U. S. dollars, foreign currencies and certain commodity assets, transferred to the Agency as of 20 October 1946 from predecessor organizations, CIG and SSU.

2. A memorandum from the Director of Central Intelligence to the Budget Officer and Chief, Special Support Staff, dated 23 August 1950, provided for the initial establishment of the reserve in the amount of [redacted] which represented the balance of such assets held by the Agency at that date.

3. Subsequent to the establishment of the reserve, minor adjustments have been made thereto to give effect to the revaluation of foreign currencies and the payment of claims against SSU. The balance in the reserve on 31 October 1954 amounted to [redacted]. One or two claims are now in process of adjudication which, if approved, will result in a further slight reduction of the balance of the reserve.

4. I have now determined that it would be to the best interests of the Agency and the Government if the balance of this reserve were remitted to the Department of the Treasury. You are accordingly authorized to utilize the reserve account in settlement of any pending claims on file with the Agency with respect to obligations of SSU or CIG having security aspects which prevent their processing thru normal channels. The remaining balance may be liquidated by remittance to the U. S. Treasury at such time as in your discretion you may deem appropriate.

Destroy only with consent of the Historical Officer.

Name: [redacted]
Date: [redacted]

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[Signature]
ALLEN W. DULLES

Director of Central Intelligence

/s/ L. R. Houston
General Counsel

TAS/ELM:hj (8 Dec 54)
Rewritten: SA/DDA:RBS:hh (18 Jan 55)

- 0&1 - Addressee
- 2 - DCI

CONCUR:

/s/ 28 Jan 1955

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- 2- TAS chrono & subject
- 2- DD/A chrono & subject

/s/ K. White, DD/A

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